

September 30, 2008

Ms. Elizabeth A. Rolando, Chief Clerk
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62701

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RE: Section 16-118 Tariff Filing
Illinois Power Company d/b/a AmerenIP
III. C. C. No. 35

ILLINOIS COMMERCE COMMISSION
CHIEF CLERK'S OFFICE



Dear Ms. Rolando:

On behalf of the Illinois Power Company d/b/a AmerenIP ("Company") attached hereto for filing are an original and one copy of the following tariff sheets:

Electric Service Schedule III, C. C. No. 35

Supplier Terms and Conditions	3 rd Revised Sheet No. 5.001 (Canceling 2 nd Revised Sheet No. 5.001)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.005 (Canceling 1 st Revised Sheet No. 5.005)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.006 (Canceling 2 nd Revised Sheet No. 5.006)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.007 (Canceling 2 nd Revised Sheet No. 5.007)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.008 (Canceling 1 st Revised Sheet No. 5.008)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.009 (Canceling 1 st Revised Sheet No. 5.009)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.010 (Canceling 1 st Revised Sheet No. 5.010)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.012 (Canceling 1 st Revised Sheet No. 5.012)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.013 (Canceling 1 st Revised Sheet No. 5.013)

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Supplier Terms and Conditions	2 nd Revised Sheet No. 5.014 (Canceling 1 st Revised Sheet No. 5.014)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.015 (Canceling 2 nd Revised Sheet No. 5.015)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.016 (Canceling 2 nd Revised Sheet No. 5.016)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.017 (Canceling 2 nd Revised Sheet No. 5.017)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.018 (Canceling 2 nd Revised Sheet No. 5.018)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.019 (Canceling 2 nd Revised Sheet No. 5.019)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.020 (Canceling 2 nd Revised Sheet No. 5.020)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.021 (Canceling 2 nd Revised Sheet No. 5.021)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.022 (Canceling 2 nd Revised Sheet No. 5.022)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.023 (Canceling 2 nd Revised Sheet No. 5.023)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.024 (Canceling 2 nd Revised Sheet No. 5.024)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.025 (Canceling 2 nd Revised Sheet No. 5.025)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.026 (Canceling 2 nd Revised Sheet No. 5.026)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.027 (Canceling 2 nd Revised Sheet No. 5.027)

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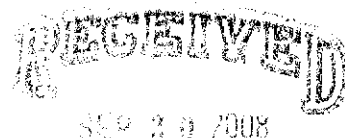
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Supplier Terms and Conditions	3 rd Revised Sheet No. 5.028 (Canceling 2 nd Revised Sheet No. 5.028)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.029 (Canceling 2 nd Revised Sheet No. 5.029)
Supplier Terms and Conditions	3 rd Revised Sheet No. 5.030 (Canceling 2 nd Revised Sheet No. 5.030)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.031 (Canceling 1 st Revised Sheet No. 5.031)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.032 (Canceling 1 st Revised Sheet No. 5.032)
Supplier Terms and Conditions	2 nd Revised Sheet No. 5.033 (Canceling 1 st Revised Sheet No. 5.033)
Supplier Terms and Conditions	Original Sheet Nos. 5.034-5.055
Supplemental Customer Charges	2 nd Revised Sheet No. 34 (Canceling 1 st Revised Sheet No. 34)
Supplemental Customer Charges	2 nd Revised Sheet No. 34.001 (Canceling 1 st Revised Sheet No. 34.001)
Supplemental Customer Charges	Original Sheet Nos. 34.002-34.011

Pursuant to Section 16-118 of the Public Utilities Act 220 ILCS 5/16-118 ("Section 16-118"), the Company is filing the tariffs indicated above in order to implement a combined Utility Consolidated Billing ("UCB") and Purchase of Receivables ("POR") service for the benefit of retail customers and alternative retail electric suppliers ("RES") operating in the Company's service territory.

Pursuant to the UCB/POR services offered under the submitted tariffs, RES will be able to avoid prohibitive costs associated with the establishment of the extensive billing and collection capabilities necessary to serve mass market customers, and instead leverage the existing billing and collection capabilities of the Company. Therefore, the intended purpose in offering the services provided for in the attached tariffs is to mitigate economic barriers inhibiting the development of market choices for residential and small business customers in Illinois.



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There are two categories of tariff modifications associated with this filing. The first provides for terms and conditions applicable to participating RES. The second is an additional customer charge component designed to allow for proper cost recovery as permitted by Section 16-118.

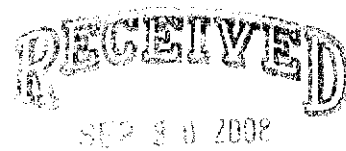
There are three main types of changes to the terms and conditions all associated with UCB/POR service for RES operating in the Company's delivery service territory: (1) Technical requirements, (2) program parameters, and (3) the discount rate calculation.

Technical requirements imposed on RES participants are necessary in order to ensure the proper exchange of high volumes of data. Data exchange must be streamlined in order to administer UCB/POR billing services in a mass market context and also to take title to receivables from RES.

Program parameters are put into place to ensure a robust UCB/POR program that promotes market access and protects the Company and its customers from collection risks associated with uncollectible accounts.

The discount rate calculation is formulated pursuant to Section 16-118, whereby the receivables purchased will be acquired at a price that subtracts a percentage value of the receivables expected to become uncollectible. As allowed by Section 16-118, the discount rate includes an additional component value that is designed to allow for the recovery of any (Per SB 1299 language) reasonable start-up costs associated with the purchase of RES receivables and for the recovery of administrative expenses. Additionally, a component of the discount rate provides for partial recovery (25%) of prudently incurred costs associated with the necessary systems changes to the Company's delivery service billing system.

The second category of tariff modification includes the changes necessary to effectuate an additional component included in the customer charge in order to establish a flexible cost recovery mechanism that allows for the recovery of bad debt associated with the purchase of RES receivables. Conversely, the component will also allow for the provision of credits resulting from recoveries on purchased receivables in excess of their discounted value. The customer charge component also includes a provision for the recovery of prudently incurred system costs necessary to modify the Company's billing system and to allow for a targeted contribution of 25% from participating RES through an enhancement to the discount rate.



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The 25% contribution was established based on policy considerations. Pursuant to Section 16-118, the Company must serve as a billing intermediary between the customers and RES by offering UCB and POR services. The system changes designed to enable that intermediary function accrue to the benefits both groups by expanding market opportunities for consumers and suppliers in the retail electric market. The Company perceives a strong stakeholder interest in having participating RES pay for enhancements made necessary to the DS customer billing system required by Section 16-118. Additionally, the 25% contribution target was established considering that a more aggressive percentage could lead to an unreasonably high and counter-productive discount rate that would discourage RES participation in the program.

Additionally, the Company has included a periodic reconciliation provision in the tariffs for the customer charge component as well as the discount rate calculation in order to demonstrate and ensure the proper calculation of the rates.

The Company perceives that it is highly likely the attached tariffs will be suspended due to the broad-based interest in this filing. It is also anticipated that modifications may be sought. Therefore, any changes to our electric service Customer Terms and Conditions made necessary through the approval of the attached tariffs will be effectuated in a follow-up filing once the attached tariffs are approved.

These tariff sheets are being filed on September 30, 2008 to become effective on November 14, 2008.

Pursuant to 83 Illinois Administrative Code, Part 255, the Company has posted notice of this filing.

Please return a copy of this transmittal letter with acknowledgement and date of filing noted thereon. If you have any questions, please call Jackie Voiles at 217/535-5269 or me.

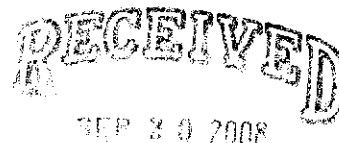
Sincerely,



Craig D. Nelson, Vice President
Regulatory Affairs & Financial Services

CDN/cic
Attachments

cc: John Hendrickson w/attachments
Torsten Clausen w/attachments
Jackie Voiles w/attachments



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